

FINANCIAL STATUS OF INDIANAPOLIS CHARTER SCHOOLS

SUPPLEMENTAL REPORT #11

The Mayor's Office contracted with an outside firm, H.J. Umbaugh & Associates, to study each school's finances. The firm created extensive financial reporting templates to guide this analysis. By using these templates, H.J. Umbaugh & Associates was able to produce financial statements on the schools, in addition to useful financial ratios.

A brief summary of the firm's findings appears in this supplemental report. Indiana's Charter School Law also requires schools to submit to an audit by the Indiana State Board of Accounts; audit results, where available, are referenced in each school's Supplemental Report.

2005

City of
Indianapolis
Bart Peterson, Mayor





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October 5, 2006

Via E-mail

Mr. Daniel Roy, Director
Indianapolis Charter Schools
Office of the Mayor
2501 City-County Building
200 East Washington Street
Indianapolis, IN 46204

Ms. Corrie Heneghan, Assistant Director
Indianapolis Charter Schools
Office of the Mayor
2501 City-County Building
200 East Washington Street
Indianapolis, IN 46204

Dear Mr. Roy and Ms. Heneghan:

At the request of the Mayor's office of the City of Indianapolis, we are writing this report to describe our firm and to summarize our engagement with regard to the Indianapolis Charter Schools.

Umbaugh is a firm of Certified Public Accountants practicing exclusively as independent financial advisors. In existence for over fifty years, Umbaugh is solely devoted to assisting cities, towns, municipal utilities, schools, counties and similar governmental units. Umbaugh is a regional CPA firm with offices in Indianapolis and Plymouth, Indiana and Lansing, Michigan.

Umbaugh has been retained by the City of Indianapolis to develop and identify certain performance measures and to compile quarterly special purpose reports to provide information for review and consideration relative to the financial management of the Indianapolis Charter Schools. The reports are designed to assist the City and Charter School officials to evaluate the financial standing of each Charter School. The reports also summarize revenue and spending decisions that help the City of Indianapolis and each Charter School to monitor progress toward the individual goals and objectives of each Charter School.

To that end, we have compiled the following financial information of the 21st Century Charter School at Fall Creek, 21st Century Charter School at Fountain Square, Andrew J. Brown Academy, Charles A. Tindley Accelerated School, Christel House Academy, Decatur Discovery Academy, Flanner House Elementary School, Indianapolis Lighthouse Charter School, KIPP Indianapolis College Preparatory, Southeast Neighborhood School of Excellence, Indianapolis Metropolitan Career Academy #1 and Indianapolis Metropolitan Career Academy #2 charter schools including supplementary information regarding certain measurements, both financial and non-financial, that can be quantified and reported about each Charter School's performance.

Mr. Daniel Roy, Director
Ms. Corrie Heneghan, Assistant Director
Indianapolis Charter Schools
October 5, 2006
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Based on our reports, we note the following observations:

Each school has adopted a financial reporting model that adheres to the standard set forth by the Indiana State Board of Accounts. This standard enables each school to produce financial reports that allow a thorough analysis of performance and the ongoing monitoring of operation and maintenance costs, debt service, and capital expenditures.

Second, we note that several schools have negative cash balances in certain funds. This indicates that revenue streams do not support the spending requirements of the fund. This is partly due to the inability of each school to allocate property taxes based on the needs of individual funds. Over time, schools will either need to gain the ability to allocate property tax receipts to prevent funding shortfalls or, in the alternative, eliminate certain funds and transfer the revenues and appropriations to the General Fund.

Very truly yours,

UMBAUGH



Daniel A. Hedden

DAH/ceb

INDIANAPOLIS CHARTER SCHOOLS
- 21st Century Charter School at Fall Creek -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

(Unaudited)

	<u>Governmental Fund Types</u>		<u>Totals</u>
	<u>General</u>	<u>Special Revenue</u>	<u>(Memorandum Only)</u>
Cash and Investments, July 1, 2005	<u>\$ 22,322</u>	<u>\$ 49,755</u>	<u>\$ 72,077</u>
Receipts:			
Local sources	537,336	77,878	615,214
State sources	1,383,448	39,567	1,423,015
Federal sources	16,370	152,580	168,950
Sale of property, adjustments and refunds	<u>571</u>	<u>-</u>	<u>571</u>
Total Receipts	<u>1,937,725</u>	<u>270,025</u>	<u>2,207,750</u>
Disbursements:			
Instruction	616,922	141,561	758,483
Support services	1,234,397	214,287	1,448,684
Community services	430	-	430
Debt service	<u>15,086</u>	<u>-</u>	<u>15,086</u>
Total Disbursements	<u>1,866,835</u>	<u>355,848</u>	<u>2,222,683</u>
Net Receipts/(Disbursements)	<u>70,890</u>	<u>(85,823)</u>	<u>(14,933)</u>
Cash and Investments, June 30, 2006	<u><u>\$ 93,212</u></u>	<u><u>\$ (36,068)</u></u>	<u><u>\$ 57,144</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- 21st Century Charter School at Fall Creek -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 520,779
Interest Income	41
Food services	33,527
Other (1)	<u>60,867</u>

Total Receipts From Local Sources	<u>615,214</u>
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STATE SOURCES:

Unrestricted grants-in-aid	1,144,109
Restricted grants-in-aid	26,391
Textbook reimbursements	12,074
Other (Common School Loan)	<u>240,441</u>

Total Receipts from State Sources	<u>1,423,015</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	66,514
Restricted grants-in-aid - through state	80,869
Other	<u>21,567</u>

Total Receipts From Federal Sources	<u>168,950</u>
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	<u>571</u>
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Total Operating Receipts	<u><u>\$ 2,207,750</u></u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- 21st Century Charter School at Fall Creek -

DETAIL OF CASH DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 744,662
Special education programs	7,029
Non-Credit Enrichment Programs	<u>6,792</u>

Total Instruction Disbursements	<u>758,483</u>
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SUPPORT SERVICES:

Pupils	50,293
Instruction staff	22,984
General administration	174,683
School administration	150,695
Business	879,892
Centralized support	<u>170,137</u>

Total Support Services	<u>1,448,684</u>
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COMMUNITY SERVICES:

Athletic coaches	<u>430</u>
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DEBT SERVICE:

Advancement and obligations	<u>15,086</u>
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Total Disbursements	<u><u>\$ 2,222,683</u></u>
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- 21st Century Charter School at Fountain Square -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

(Unaudited)

	<u>Governmental Fund Types</u>		<u>Totals</u>
	<u>General</u>	<u>Special Revenue</u>	<u>(Memorandum Only)</u>
Cash and Investments, July 1, 2005	<u>\$ (12,200)</u>	<u>\$ 13,200</u>	<u>\$ 1,000</u>
Receipts:			
Local sources	348,011	9,768	357,779
State sources	908,946	236,351	1,145,297
Federal sources	-	311,279	311,279
Sale of property, adjustments and refunds	<u>2,818</u>	<u>-</u>	<u>2,818</u>
Total Receipts	<u>1,259,775</u>	<u>557,398</u>	<u>1,817,173</u>
Disbursements:			
Instruction	213,817	179,988	393,805
Support services	<u>1,087,832</u>	<u>390,610</u>	<u>1,478,442</u>
Total Disbursements	<u>1,300,093</u>	<u>570,598</u>	<u>1,870,691</u>
Net Receipts/(Disbursements)	<u>(40,318)</u>	<u>(13,200)</u>	<u>(53,518)</u>
Cash and Investments, June 30, 2006	<u><u>\$ (52,518)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (52,518)</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- 21st Century Charter School at Fountain Square -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Food services	\$ 9,768
Other (1)	348,011

Total Receipts From Local Sources	357,779
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STATE SOURCES:

Unrestricted grants-in-aid	359,013
Restricted grants-in-aid	3,657
Textbook reimbursements	7,537
Other (Common School Loan)	775,090

Total Receipts from State Sources	1,145,297
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	15,901
Restricted grants-in-aid - through state	275,873
Other	19,505

Total Receipts From Federal Sources	311,279
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	2,818
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Total Operating Receipts	\$ 1,817,173
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- 21st Century Charter School at Fountain Square -

DETAIL OF CASH DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 383,517
Special education programs	8,573
Non-Credit Enrichment Programs	<u>1,715</u>

Total Instruction Disbursements	<u>393,805</u>
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SUPPORT SERVICES:

Pupils	400
Instruction staff	11,539
General administration	286,239
School administration	241,388
Business	805,946
Centralized support	<u>132,930</u>

Total Support Services	<u>1,478,442</u>
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NONPROGRAMMED CHARGES:

Payments to other governmental units	<u>(1,556)</u>
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Total Disbursements	<u><u>\$ 1,870,691</u></u>
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS

- Andrew J. Brown Academy -

RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

(Unaudited)

	<u>Governmental Fund Types</u>		<u>Fiduciary Funds</u>	<u>Totals (Memorandum Only)</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Agency</u>	
Fund Balance, July 1, 2005	\$ 53,533	\$ -	\$ -	\$ 53,533
Receipts:				
Local sources	1,450,347		-	1,450,347
State sources	2,384,574		-	2,384,574
Federal sources	427,926		-	427,926
Total Receipts	4,262,847	-	-	4,262,847
Disbursements:				
Instruction	1,712,527		-	1,712,527
Support services	2,518,017		-	2,518,017
Total Disbursements	4,230,544	-	-	4,230,544
Net Receipts/(Disbursements)	32,303	-	-	32,303
Fund Balance, June 30, 2006	\$ 85,836		\$ -	\$ 54,581

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS

- Andrew J. Brown Academy -

DETAIL OF RECEIPTS

For the school year ended June 30, 2006.

(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 1,259,724
Food services	28,525
Other (1)	<u>162,098</u>

Total Receipts From Local Sources	<u>1,450,347</u>
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STATE SOURCES:

Unrestricted grants-in-aid	<u>2,384,574</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	<u>427,926</u>
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Total Operating Receipts	<u><u>\$ 4,262,847</u></u>
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(1) Detailed as follows:

<i>Department of Agriculture</i>	<i>\$ 111,639</i>
<i>Miscellaneous</i>	<i>31,186</i>
<i>Textbook revenue</i>	<i><u>19,273</u></i>
<i>Total</i>	<i><u><u>\$ 162,098</u></u></i>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS

- Andrew J. Brown Academy -

DETAIL OF DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Elementary education	\$ 1,493,209
Added needs - Compensatory education	174,222
Special education	<u>45,096</u>
Total Instruction Disbursements	<u>1,712,527</u>

SUPPORT:

Instruction staff	153,388
Board of education	21,249
Executive administration	227,756
Office of the principal	238,539
Business services	75,127
Operations and maintenance	1,249,615
Central support	124,120
Food services	190,618
Other	<u>237,605</u>

Total Support	<u>2,518,017</u>
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Total Disbursements	<u><u>\$ 4,230,544</u></u>
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Charles A. Tindley Accelerated School -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE
For the school year ended June 30, 2006.

	<u>Governmental Fund Types</u>		<u>Fiduciary Funds</u>	<u>Totals</u> (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Agency</u>	
Cash and Investments, July 1, 2005	\$ 56,668	\$ 174,932	\$ 9,158	\$ 240,758
Receipts:				
Local sources	881,859	168,285	-	1,050,144
State sources	892,294	360	-	892,654
Federal sources	-	301,126	-	301,126
Loans	289,855	-	-	289,855
Sale of property, adjustments and refunds	12,073	-	-	12,073
Holding account for employee benefits (net)	-	-	(2,091)	(2,091)
Total Receipts	<u>2,076,081</u>	<u>469,771</u>	<u>(2,091)</u>	<u>2,543,761</u>
Disbursements:				
Instruction	657,966	114,184	-	772,150
Support services	974,108	330,714	-	1,304,822
Community services	14,827	1,356	-	16,183
Non-programmed charges	24,629	-	-	24,629
Debt service	222,981	-	-	222,981
Total Disbursements	<u>1,894,511</u>	<u>446,254</u>	<u>-</u>	<u>2,340,765</u>
Net Receipts/(Disbursements)	<u>181,570</u>	<u>23,517</u>	<u>(2,091)</u>	<u>202,996</u>
Cash and Investments, June 30, 2006	<u>\$ 238,238</u>	<u>\$ 198,449</u>	<u>\$ 7,067</u>	<u>\$ 443,754</u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Charles A. Tindley Accelerated School -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 469,514
Interest income	11,361
Food services	22,643
Other (1)	<u>546,626</u>

Total Receipts From Local Sources	<u>1,050,144</u>
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STATE SOURCES:

Unrestricted grants-in-aid	888,250
Restricted grants-in-aid	<u>4,404</u>

Total Receipts from State Sources	<u>892,654</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	55,181
Restricted grants-in-aid - through state	<u>245,945</u>

Total Receipts From Federal Sources	<u>301,126</u>
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OTHER RECEIPTS:

Temporary loans	<u>289,855</u>
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	<u>12,073</u>
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PAYROLL WITHHOLDINGS (NET)

	<u>(2,091)</u>
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Total Operating Receipts	<u><u>\$ 2,543,761</u></u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Contributions from private sources:

<i>Gifts, donations and bequests</i>	\$ 382,273
<i>CELL NESSI Grant</i>	77,488
<i>CICF Grant</i>	40,000
<i>Clowes Grant</i>	10,000
<i>Fehsenfeld Foundation</i>	10,000
<i>Other (class trips, athletic fees, vending commissions, rent)</i>	<u>26,865</u>
<i>Total</i>	<u><u>\$ 546,626</u></u>

(See Accountants' Report and attached comments.)

**INDIANAPOLIS CHARTER SCHOOLS
- Charles A. Tindley Accelerated School -**

**DETAIL OF CASH DISBURSEMENTS
For the school year ended June 30, 2006.
(Unaudited)**

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 772,150
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SUPPORT SERVICES:

Pupils	61,750
Instruction staff	37,480
General administration	34,034
School administration	368,672
Business	580,008
Centralized support	222,878

Total Support Services	1,304,822
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COMMUNITY SERVICES:

Athletic coaches	200
Other community services	15,983

Total Community Services	16,183
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NONPROGRAMMED CHARGES:

Payments to other governmental units	24,629
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DEBT SERVICE:

Principal paid on debt	23,798
Interest paid on debt	199,183

Total Debt Service	222,981
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Total Disbursements	\$ 2,340,765
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Christel House Academy -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

	<u>Governmental Fund Types</u>		<u>Fiduciary Funds</u>	Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Agency</u>	
Cash and Investments, July 1, 2005	\$ 220,804	\$ 431,732	\$ 1,830	\$ 654,366
Receipts:				
Local sources	1,915,225	50,591	-	1,965,816
State sources	1,818,194	15,690	-	1,833,884
Federal sources	-	390,971	-	390,971
Sale of property, adjustments and refunds	912	-	-	912
Holding account for employee benefits (net)	-	-	(1,107)	(1,107)
Total Receipts	3,734,331	457,252	(1,107)	4,190,476
Disbursements:				
Instruction	1,212,492	493,824	-	1,706,316
Support services	2,705,952	274,716	-	2,980,668
Total Disbursements	3,918,444	768,540	-	4,686,984
Net Receipts/(Disbursements)	(184,113)	(311,288)	(1,107)	(496,508)
Cash and Investments, June 30, 2006	\$ 36,691	\$ 120,444	\$ 723	\$ 157,858

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Christel House Academy -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 821,432
Interest Income	1,974
Food services	30,091
Pupil activities	9,259
Other (1)	<u>1,103,060</u>

Total Receipts From Local Sources	<u>1,965,816</u>
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STATE SOURCES:

Unrestricted grants-in-aid	1,770,535
Restricted grants-in-aid	49,767
Textbook reimbursements	<u>13,582</u>

Total Receipts from State Sources	<u>1,833,884</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	93,388
Restricted grants-in-aid - through state	255,443
Other	<u>42,140</u>

Total Receipts From Federal Sources	<u>390,971</u>
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	<u>912</u>
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PAYROLL WITHHOLDINGS (NET)	<u>(1,107)</u>
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Total Operating Receipts	<u><u>\$ 4,190,476</u></u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Contributions from private sources:

<i>Gifts, donations and bequests</i>	\$ 1,021,170
<i>Gary Player Funds</i>	25,000
<i>Local services, fundraising</i>	8,172
<i>Fees - Student and Adult</i>	31,367
<i>Other</i>	<u>17,351</u>
<i>Total</i>	<u><u>\$ 1,103,060</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Christel House Academy -

DETAIL OF CASH DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 1,534,688
Special education programs	<u>171,628</u>
Total Instruction Disbursements	<u>1,706,316</u>

SUPPORT SERVICES:

Instruction staff	69,007
General administration	299,538
School administration	353,740
Business	1,767,471
Centralized support	<u>490,912</u>
Total Support Services	<u>2,980,668</u>

Total Disbursements	<u><u>\$ 4,686,984</u></u>
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Decatur Discovery Academy -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

	<u>Governmental Fund Types</u>		<u>Fiduciary Funds</u>	Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Agency</u>	
Cash and Investments, January 1, 2005	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Receipts:				
Local sources	91,025	480,884	-	571,909
State sources	508,218	-	-	508,218
Holding account for employee benefits (net)	<u>-</u>	<u>-</u>	<u>131,980</u>	<u>131,980</u>
Total Receipts	<u>599,243</u>	<u>480,884</u>	<u>131,980</u>	<u>1,212,107</u>
Disbursements:				
Instruction	295,224	2,268	-	297,492
Support services	294,695	392,116	-	686,811
Other	<u>-</u>	<u>-</u>	<u>130,696</u>	<u>130,696</u>
Total Disbursements	<u>589,919</u>	<u>394,384</u>	<u>130,696</u>	<u>1,114,999</u>
Net Receipts/(Disbursements)	<u>9,324</u>	<u>86,500</u>	<u>1,284</u>	<u>97,108</u>
Cash and Investments, June 30, 2006	<u><u>\$ 9,324</u></u>	<u><u>\$ 86,500</u></u>	<u><u>\$ 1,284</u></u>	<u><u>\$ 97,108</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Decatur Discovery Academy -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 87,013
Other (1)	484,896
	<hr/>
Total Receipts From Local Sources	571,909
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STATE SOURCES:

Unrestricted grants-in-aid	504,411
Restricted grants-in-aid	3,398
Textbook reimbursements	409
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Total Receipts from State Sources	508,218
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PAYROLL WITHHOLDINGS (NET)	<hr/> 131,980
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Total Operating Receipts	<hr/> <u>\$ 1,212,107</u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Contributions from private sources:

<i>Implementation II Grant</i>	\$ 175,000
<i>CELL NESSI Grant</i>	165,000
<i>Greater Indianapolis Progress Committee Seed Grant</i>	70,000
<i>Other</i>	74,896
	<hr/>
<i>Total</i>	<u>\$ 484,896</u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS

- Decatur Discovery Academy -

DETAIL OF CASH DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 297,492
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SUPPORT SERVICES:

Instruction staff	207,497
General administration	52,314
School administration	145,176
Business	177,542
Centralized support	104,282

Total Support Services	686,811
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OTHER:

Withholding Tax	95,929
Life Insurance	7,571
Group Life Insurance	1,358
Disability Insurance	3,363
Health Insurance	22,188
Health Insurance	287

Total Other	130,696
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Total Disbursements	\$ 1,114,999
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Flanner House Elementary School -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

	<u>Governmental Fund Types</u>		<u>Fiduciary Funds</u>	Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Agency</u>	
Cash and Investments, July 1, 2005	\$ (89,300)	\$ 332,577	\$ 2,120	\$ 245,397
Receipts:				
Local sources	648,638	5,771	-	654,409
State sources	993,105	3,281	-	996,386
Federal sources	-	162,288	-	162,288
Holding account for employee benefits (net)	-	22,093	(2,026)	20,067
Total Receipts	<u>1,641,743</u>	<u>193,433</u>	<u>(2,026)</u>	<u>1,833,150</u>
Disbursements:				
Instruction	731,420	126,338	-	857,758
Support services	622,015	249,784	-	871,799
Non-programmed charges	10,000	12,093	-	22,093
Total Disbursements	<u>1,363,435</u>	<u>388,215</u>	<u>-</u>	<u>1,751,650</u>
Net Receipts/(Disbursements)	<u>278,308</u>	<u>(194,782)</u>	<u>(2,026)</u>	<u>81,500</u>
Cash and Investments, June 30, 2006	<u>\$ 189,008</u>	<u>\$ 137,795</u>	<u>\$ 94</u>	<u>\$ 326,897</u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Flanner House Elementary School -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 472,268
Food services	3,377
Pupil activities	2,374
Other (1)	<u>176,390</u>

Total Receipts From Local Sources	<u>654,409</u>
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STATE SOURCES:

Unrestricted grants-in-aid	993,542
Textbook reimbursements	<u>2,844</u>

Total Receipts from State Sources	<u>996,386</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	45,965
Restricted grants-in-aid - through state	<u>116,323</u>

Total Receipts From Federal Sources	<u>162,288</u>
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PAYROLL WITHHOLDINGS (NET)

	<u>20,067</u>
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Total Operating Receipts	<u><u>\$ 1,833,150</u></u>
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(1) This amount includes reimbursements for shared costs as well as activity fees for school sponsored programs.

Reimbursement from Flanner House Higher Learning Center	\$ 157,007
Refunds from Local Sources	17,581
Other	<u>1,802</u>
Total	<u><u>\$ 176,390</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Flanner House Elementary School -

DETAIL OF CASH DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 857,758
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SUPPORT SERVICES:

Pupils	293
Instruction staff	5,491
General administration	82,416
School administration	82,755
Business	467,220
Centralized support	233,624

Total Support Services	871,799
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NONPROGRAMMED CHARGES:

Interfund transfers	22,093
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Total Disbursements	\$ 1,751,650
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Lighthouse Charter School -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

	Governmental Fund Types		Totals (Memorandum Only)
	General	Special Revenue	
Cash and Investments, July 1, 2005	\$ 91,764	\$ 29,273	\$ 121,037
Receipts:			
Local sources	339,584	20,896	360,480
State sources	573,683	13,633	587,316
Federal sources	-	385,759	385,759
Loans	1,653,881	-	1,653,881
Sale of property, adjustments and refunds	212,326	-	212,326
Total Receipts	2,779,474	420,288	3,199,762
Disbursements:			
Instruction	757,349	78,073	835,422
Support services	1,617,788	397,635	2,015,423
Community services	4,330	-	4,330
Debt service	250,333	-	250,333
Total Disbursements	2,629,800	475,708	3,105,508
Net Receipts/(Disbursements)	149,674	(55,420)	94,254
Cash and Investments, June 30, 2006	\$ 241,438	\$ (26,147)	\$ 215,291

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Lighthouse Charter School -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 316,417
Interest income	7,250
Food services	9,612
Other (1)	<u>27,201</u>

Total Receipts From Local Sources	<u>360,480</u>
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STATE SOURCES:

Unrestricted grants-in-aid	566,488
Restricted grants-in-aid	7,195
Textbook reimbursements	<u>13,633</u>

Total Receipts from State Sources	<u>587,316</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	100,503
Restricted grants-in-aid - through state	253,341
Other	<u>31,915</u>

Total Receipts From Federal Sources	<u>385,759</u>
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OTHER RECEIPTS:

Temporary loans	<u>1,653,881</u>
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Total Other Receipts	<u>1,653,881</u>
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	<u>212,326</u>
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Total Receipts from Sale of Property, Adjustments and Refunds	<u>212,326</u>
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Total Operating Receipts	<u><u>\$ 3,199,762</u></u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Contributions from private sources:

<i>Fees - Student and Adult</i>	\$ 11,313
<i>Gifts, donations and bequests</i>	10,685
<i>Other</i>	<u>5,203</u>
<i>Total</i>	<u><u>\$ 27,201</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Lighthouse Charter School -

DETAIL OF CASH DISBURSEMENTS
For the school year ended June 30, 2006.
(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 627,124
Special education programs	68,752
Non-credit enrichment programs	61,382
Remediation	<u>78,164</u>

Total Instruction Disbursements	<u>835,422</u>
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SUPPORT SERVICES:

Pupils	201,218
Instruction staff	60,543
General administration	25,285
School administration	197,430
Business	1,309,450
Centralized support	<u>221,497</u>

Total Support Services	<u>2,015,423</u>
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COMMUNITY SERVICES:

Other community services	<u>4,330</u>
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DEBT SERVICE:

Principal paid on debt	250,000
Interest paid on debt	<u>333</u>

Total Debt Service	<u>250,333</u>
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Total Disbursements	<u><u>\$ 3,105,508</u></u>
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- KIPP Indianapolis College Preparatory -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

	Governmental Fund Types		Totals
	General	Special Revenue	(Memorandum Only)
Cash and Investments, July 1, 2005	\$ 2,971	\$ 210,352	\$ 213,323
Receipts:			
Local sources	377,871	104,716	482,587
State sources	546,075	2,924	548,999
Federal sources	-	236,386	236,386
Loans	379,436	359,384	738,820
Sale of property, adjustments and refunds	8,884	-	8,884
Holding account for employee benefits (net)	-	3,396	3,396
Total Receipts	1,312,266	706,806	2,019,072
Disbursements:			
Instruction	513,994	109,133	623,127
Support services	739,483	682,481	1,421,964
Community services	81	-	81
Non-programmed charges	(5)	3,401	3,396
Debt service	333	36	369
Total Disbursements	1,253,886	795,051	2,048,937
Net Receipts/(Disbursements)	58,380	(88,245)	(29,865)
Cash and Investments, June 30, 2006	\$ 61,351	\$ 122,107	\$ 183,458

(See Accountants' Report and attached comments.)

**INDIANAPOLIS CHARTER SCHOOLS
- KIPP Indianapolis College Preparatory -**

**DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)**

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 279,450
Interest income	729
Food services	1,090
Other (1)	201,318

Total Receipts From Local Sources	482,587
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STATE SOURCES:

Unrestricted grants-in-aid	546,181
Textbook reimbursements	2,818

Total Receipts from State Sources	548,999
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	55,232
Restricted grants-in-aid - through state	181,154

Total Receipts From Federal Sources	236,386
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OTHER RECEIPTS:

Temporary loans	738,820
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	8,884
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PAYROLL WITHHOLDINGS (NET)	3,396
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Total Operating Receipts	\$ 2,019,072
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Contributions from private sources:

<i>Gifts, donations and bequests</i>	\$ 77,798
<i>Weaver Popcorn foundation</i>	69,500
<i>Teacher Discretionary Fund</i>	11,550
<i>KIPP Foundation advances</i>	10,390
<i>Other</i>	32,080
<i>Total</i>	\$ 201,318

(See Accountants' Report and attached comments.)

**INDIANAPOLIS CHARTER SCHOOLS
- KIPP Indianapolis College Preparatory -**

DETAIL OF CASH DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 572,842
Special education programs	<u>50,285</u>
Total Instruction Disbursements	<u>623,127</u>

SUPPORT SERVICES:

Pupils	6,484
Instruction staff	65,631
General administration	37,811
School administration	279,879
Business	871,492
Centralized support	<u>160,667</u>
Total Support Services	<u>1,421,964</u>

COMMUNITY SERVICES:

Other community services	<u>81</u>
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NONPROGRAMMED CHARGES:

Interfund transfers	<u>3,396</u>
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DEBT SERVICE:

Interest paid on debt	<u>369</u>
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Total Disbursements	<u><u>\$ 2,048,937</u></u>
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Southeast Neighborhood School of Excellence -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the school year ended June 30, 2006.

	<u>Governmental Fund Types</u>		<u>Fiduciary Funds</u>	Totals (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Agency</u>	
Cash and Investments, July 1, 2005	\$ 23,596	\$ 75,321	\$ 640	\$ 99,557
Receipts:				
Local sources	360,168	7,966	-	368,134
State sources	572,962	9,224	-	582,186
Federal sources	-	290,751	-	290,751
Loans	417,092	-	-	417,092
Holding account for employee benefits (net)	-	5,505	(2,298)	3,207
Total Receipts	<u>1,350,222</u>	<u>313,446</u>	<u>(2,298)</u>	<u>1,661,370</u>
Disbursements:				
Instruction	442,556	120,739	-	563,295
Support services	692,077	191,633	-	883,710
Community services	-	841	-	841
Non-programmed charges	-	5,505	-	5,505
Debt service	158,407	-	-	158,407
Total Disbursements	<u>1,293,040</u>	<u>318,718</u>	<u>-</u>	<u>1,611,758</u>
Net Receipts/(Disbursements)	<u>57,182</u>	<u>(5,272)</u>	<u>(2,298)</u>	<u>49,612</u>
Cash and Investments, June 30, 2006	<u>\$ 80,778</u>	<u>\$ 70,049</u>	<u>\$ (1,658)</u>	<u>\$ 149,169</u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Southeast Neighborhood School of Excellence -

DETAIL OF CASH RECEIPTS
For the school year ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 303,446
Food services	7,966
Other (1)	<u>56,722</u>

Total Receipts From Local Sources	<u>368,134</u>
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STATE SOURCES:

Unrestricted grants-in-aid	573,258
Textbook reimbursements	<u>8,928</u>

Total Receipts from State Sources	<u>582,186</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state (Lunch)	44,800
Restricted grants-in-aid - through state (Title I)	<u>245,951</u>

Total Receipts From Federal Sources	<u>290,751</u>
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OTHER RECEIPTS:

Temporary loans	<u>417,092</u>
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PAYROLL WITHHOLDINGS (NET)

	<u>3,207</u>
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Total Operating Receipts	<u><u>\$ 1,661,370</u></u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Gifts, donations and bequests	\$ 31,046
Local services	16,727
Other	<u>8,949</u>
Total	<u><u>\$ 56,722</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Southeast Neighborhood School of Excellence -

DETAIL OF CASH DISBURSEMENTS

For the school year ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 563,295
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SUPPORT SERVICES:

Instruction staff	7,822
General administration	99,272
School administration	123,419
Business	511,742
Centralized support	141,455

Total Support Services	883,710
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COMMUNITY SERVICES:

Other community services	841
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NONPROGRAMMED CHARGES:

Interfund transfers	5,505
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DEBT SERVICE:

Interest paid on debt	158,407
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Total Disbursements	\$ 1,611,758
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Metropolitan Career Academy #1 -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the six months ended June 30, 2006.

	<u>Governmental Fund Types</u>		<u>Fiduciary Funds</u>	<u>Totals</u> (Memorandum Only)
	<u>General</u>	<u>Special Revenue</u>	<u>Agency</u>	
Cash and Investments, January 1, 2006	\$ 98,042	\$ (20,073)	\$ -	\$ 77,969
Receipts:				
Local sources	104,507	13,956	-	118,463
State sources	192,731	1,350	-	194,081
Federal sources	-	21,186	-	21,186
Loans	22,000	-	-	22,000
Sale of property, adjustments and refunds	76	392	-	468
Holding account for employee benefits (net)	-	-	444	444
Total Receipts	319,314	36,884	444	356,642
Disbursements:				
Instruction	159,906	6,503	-	166,409
Support services	208,991	25,475	-	234,466
Total Disbursements	368,897	31,978	-	400,875
Net Receipts/(Disbursements)	(49,583)	4,906	444	(44,233)
Cash and Investments, June 30, 2006	\$ 48,459	\$ (15,167)	\$ 444	\$ 33,736

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Metropolitan Career Academy #1 -

DETAIL OF CASH RECEIPTS
For the six months ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 104,337
Food services	2,264
Other (1)	<u>11,862</u>
Total Receipts From Local Sources	<u>118,463</u>

STATE SOURCES:

Unrestricted grants-in-aid	192,370
Restricted grants-in-aid	361
Textbook reimbursements	<u>1,350</u>
Total Receipts from State Sources	<u>194,081</u>

FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	10,883
Restricted grants-in-aid - through state	<u>10,303</u>
Total Receipts From Federal Sources	<u>21,186</u>

OTHER RECEIPTS:

Temporary loans	<u>22,000</u>
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	<u>468</u>
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PAYROLL WITHHOLDINGS (NET)

	<u>444</u>
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Total Operating Receipts	<u><u>\$ 356,642</u></u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Contributions from private sources:

Student Activity Donation	\$ 11,692
Fees - Student and Adult	<u>170</u>
Total	<u><u>\$ 11,862</u></u>

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Metropolitan Career Academy #1 -

DETAIL OF CASH DISBURSEMENTS

For the six months ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 166,409
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SUPPORT SERVICES:

Pupils	18,809
Instruction staff	8,015
General administration	5,938
School administration	68,623
Business	86,652
Centralized support	46,429

Total Support Services	234,466
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Total Disbursements	\$ 400,875
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Metropolitan Career Academy #2 -

CASH RECEIPTS AND DISBURSEMENTS BY FUND TYPE

For the six months ended June 30, 2006.

	Governmental Fund Types		Totals (Memorandum Only)
	General	Special Revenue	
Cash and Investments, January 1, 2006	\$ 23,063	\$ (15,839)	\$ 7,224
Receipts:			
Local sources	103,193	13,560	116,753
State sources	194,248	375	194,623
Federal sources	-	62,690	62,690
Loans	29,500	-	29,500
Sale of property, adjustments and refunds	197	-	197
Total Receipts	327,138	76,625	403,763
Disbursements:			
Instruction	163,377	6,969	170,346
Support services	161,584	75,007	236,591
Total Disbursements	324,961	81,976	406,937
Net Receipts/(Disbursements)	2,177	(5,351)	(3,174)
Cash and Investments, June 30, 2006	\$ 25,240	\$ (21,190)	\$ 4,050

(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Metropolitan Career Academy #2 -

DETAIL OF CASH RECEIPTS
For the six months ended June 30, 2006.
(Unaudited)

RECEIPTS:

LOCAL SOURCES:

Property taxes	\$ 103,193
Food services	1,964
Other (1)	<u>11,596</u>

Total Receipts From Local Sources	<u>116,753</u>
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STATE SOURCES:

Unrestricted grants-in-aid	193,895
Restricted grants-in-aid	353
Textbook reimbursements	<u>375</u>

Total Receipts from State Sources	<u>194,623</u>
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FEDERAL SOURCES:

Unrestricted grants-in-aid - through state	8,190
Restricted grants-in-aid - through state	<u>54,500</u>

Total Receipts From Federal Sources	<u>62,690</u>
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OTHER RECEIPTS:

Temporary loans	<u>29,500</u>
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SALE OF PROPERTY, ADJUSTMENTS AND REFUNDS:

Refunds	<u>197</u>
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Total Operating Receipts	<u><u>\$ 403,763</u></u>
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(1) This amount includes private donations and contributions from outside sources as well as activity fees for school sponsored programs.

Contributions from private sources:

Student Activity Donation	<u><u>\$ 11,596</u></u>
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(See Accountants' Report and attached comments.)

INDIANAPOLIS CHARTER SCHOOLS
- Indianapolis Metropolitan Career Academy #2 -

DETAIL OF CASH DISBURSEMENTS

For the six months ended June 30, 2006.

(Unaudited)

DISBURSEMENTS:

INSTRUCTION:

Regular programs	\$ 170,346
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SUPPORT SERVICES:

Pupils	15,000
Instruction staff	5,430
General administration	7,433
School administration	67,394
Business	85,249
Centralized support	56,085

Total Support Services	236,591
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Total Disbursements	\$ 406,937
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(See Accountants' Report and attached comments.)